

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

050 National Defense (Continued)Slow Growth in the Strategic Defense Initiative (DEF-14)

Budget Authority	1,200	1,500	1,700	2,000	2,300	8,700
Outlays	540	1,170	1,460	1,740	2,020	6,930

Alter Funding for Military Construction (DEF-15)

Savings from Administration's Request

Budget Authority	1,550	1,670	2,070	2,140	2,710	10,140
Outlays	200	850	1,310	1,710	1,920	5,990

Savings from CBO Baseline

Budget Authority	200	200	210	220	220	1,050
Outlays	30	110	160	190	190	680

Retire Some G-Model B-52 Strategic Bombers Early (DEF-16)

Savings in Total Federal Budget

Budget Authority	280	870	1,220	1,280	1,340	4,990
Outlays	130	480	820	1,000	1,220	3,650

Savings in Defense Budget

Budget Authority	280	870	1,220	1,280	1,340	4,990
Outlays	150	550	910	1,100	1,230	3,940

Alter Operation and Maintenance Funding (DEF-17)

Savings from Administration's Request

Budget Authority	2,430	2,540	2,720	2,870	3,010	13,570
Outlays	1,840	2,430	2,640	2,790	2,930	12,630

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

050 National Defense (Continued)

Alter Operation and Maintenance Funding (DEF-17) (Continued)

Savings from CBO Baseline

Budget Authority	-830	-2,260	-5,890	-8,510	-10,810	-28,300
Outlays	-630	-1,880	-4,940	-7,710	-10,060	-25,220

Reduce Active-Duty End Strength to 1982 Level (DEF-18)

Savings in Total Federal Budget

Budget Authority	390	1,380	2,280	2,880	3,010	9,940
Outlays	260	930	1,580	2,020	2,160	6,950

Savings in Defense Budget

Budget Authority	410	1,440	2,370	3,000	3,150	10,370
Outlays	360	1,400	2,340	2,960	3,140	10,220

Slow the Growth in Army Active Guard and Reserve Personnel (DEF-19)

Savings in Total Federal Budget

Budget Authority	70	220	390	600	840	2,120
Outlays	50	150	270	420	600	1,490

Savings in Defense Budget

Budget Authority	70	230	410	620	870	2,200
Outlays	70	220	400	610	850	2,150

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

050 National Defense (Continued)

Limit Military Pay Raise (DEF-20)

Savings in Total Federal Budget

Budget Authority	950	1,300	1,350	1,400	1,460	6,460
Outlays	610	910	970	1,010	1,060	4,550

Savings in Defense Budget

Budget Authority	990	1,350	1,410	1,470	1,520	6,740
Outlays	920	1,330	1,410	1,460	1,520	6,640

Raise Cost-Sharing for Certain Outpatients (DEF-21)

Budget Authority	110	120	120	130	130	610
Outlays	90	110	120	120	130	570

250 General Science, Space, and TechnologyCancel the NASA International
Space Station Program (NDD-21)

Savings from CBO Baseline

Budget Authority	430	450	480	500	530	2,390
Outlays	230	410	460	490	510	2,100

Savings from Administration's Request

Budget Authority	770	1,840	2,000	2,200	2,140	8,950
Outlays	410	1,290	1,850	2,100	2,150	7,800

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

250 General Science, Space, and Technology (Continued)

Cancel Funding for a Space Shuttle
to Replace the Challenger (NDD - 22)

Savings from CBO Baseline

Budget Authority	0	0	0	0	0	0
Outlays	220	600	620	450	150	2,040

270 Energy

Reduce Subsidies Provided by the
Rural Electrification Administration (NDD - 04)

Savings from CBO Baseline

Budget Authority	40	150	240	300	350	1,080
Outlays	40	150	240	300	350	1,080

Reduce Federal Funds for Research and Development
in Energy Supply and Conservation (NDD - 05)

Savings from CBO Baseline

Budget Authority	1,970	2,220	2,340	2,450	2,570	11,550
Outlays	940	1,730	2,150	2,330	2,470	9,620

Eliminate Energy Conservation Grants (NDD - 06)

Savings from CBO Baseline

Budget Authority	210	220	230	230	240	1,130
Outlays	50	190	210	230	240	920

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

270 Energy (Continued)

Reduce Credit Subsidies to Federal Power
Marketing Administrations (NDD-15)

Savings from CBO Baseline

Budget Authority	90	220	190	150	130	780
Outlays	360	590	520	460	410	2,340

Eliminate Purchases for the
Strategic Petroleum Reserve (NDD-23)

Savings from CBO Baseline

Budget Authority	430	470	530	500	530	2,460
Outlays	330	460	510	520	520	2,340

Increase Energy Taxes (REV-04)

Addition to CBO Baseline

Impose Tax on Domestic and Imported Oil (\$5 per barrel)	19,700	20,900	21,200	21,400	26,700	104,900
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Impose Oil Import Fee (\$5 per barrel)	8,100	7,200	7,200	7,700	8,400	38,500
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Increase Motor Fuel Tax (12 cents per gallon)	10,600	11,100	10,900	10,800	11,000	54,400
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SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

270 Energy (Continued)

Increase Energy Taxes (REV-04) (Continued)

Addition to CBO Baseline

Impose Broad-Based Tax on Domestic Energy Consumption (5 percent of value)	13,400	15,000	16,100	17,000	18,300	79,800
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Repeal Exemptions to the Gasoline Excise Tax (REV-06)

Addition to CBO Baseline

Repeal Gasohol Exemption and Credit	200	300	300	300	300	1,200
Repeal Bus Exemption	100	100	100	100	100	500

300 Natural Resources and EnvironmentChange Revenue-Sharing Formula from a
Gross to a Net Receipt Basis for the
National Forest Timber Sales Program (NDD-07)

Savings from CBO Baseline

Budget Authority	240	200	200	200	200	1,040
Outlays	240	200	200	200	200	1,040

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

300 Natural Resources and Environment (Continued)

Eliminate Federal Support to States for
Construction of Sewage Treatment Plants (NDD-14)

Savings from CBO Baseline

Budget Authority	520	760	1,200	1,740	2,080	6,310
Outlays	5	65	250	520	840	1,680

Transfer Control and Financing of Water Resources Programs
to Users and Local Authorities (NDD-16)

Savings from CBO Baseline

Budget Authority	1,000	1,100	1,100	1,100	1,100	5,400
Outlays	700	1,000	1,100	1,100	1,100	5,000

350 Agriculture

Reduce Federal Support for Agricultural
Research and Extension Activities (NDD-01)

Savings from CBO Baseline

Budget Authority	300	310	330	340	350	1,630
Outlays	230	270	300	310	320	1,430

Phase Out Subsidies for Flood Insurance
and Crop Insurance (NDD-10)

Savings from CBO Baseline

Crop Insurance

Budget Authority	0	110	200	370	530	1,210
Outlays	0	170	310	570	830	1,880

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

350 Agriculture (Continued)Phase Out Subsidies for Flood Insurance
and Crop Insurance (NDD-10)

Savings from CBO Baseline

Flood Insurance

Budget Authority	25	55	85	90	90	345
Outlays	25	60	90	100	110	385

Reduce Deficiency Payments by
Lowering Target Prices (AGR-01)

Savings from CBO Baseline

Budget Authority	350	1,100	1,350	1,450	1,750	6,000
Outlays	350	1,100	1,350	1,450	1,750	6,000

Increase Requirements for Unpaid
Acreage Reduction (AGR-02)

Savings from CBO Baseline

Budget Authority	900	1,650	1,500	1,400	1,400	6,850
Outlays	900	1,650	1,500	1,400	1,400	6,850

Target Income Support Payments Toward
Specific Groups of Producers (AGR-03)

Savings from CBO Baseline

Budget Authority	600	1,450	1,300	1,200	1,200	5,750
Outlays	600	1,450	1,300	1,200	1,200	5,750

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

350 Agriculture (Continued)Limit the Uses of Generic Commodity Certificates (AGR-04)

Savings from CBO Baseline

Budget Authority	410	400	260	230	100	1,400
Outlays	410	400	260	230	100	1,400

Raise Domestic Prices of Supported
Agricultural Commodities (AGR-05)

Savings from CBO Baseline

Budget Authority	120	-1,800	900	980	1,730	1,930
Outlays	120	-1,800	900	980	1,730	1,930

Reduce Effects of Income Support
Payments on Production Decisions (AGR-06)

Savings from CBO Baseline

Budget Authority	50	950	-750	250	1,400	1,900
Outlays	50	950	-750	250	1,400	1,900

370 Commerce and HousingReduce New Lending or Increase Homeowners' Payments
Under Rural Housing Loan Program (NDD-02)

Savings from CBO Baseline

Reduce New Lending

Budget Authority	520	640	580	550	540	2,820
Outlays	500	620	610	610	600	2,940

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

370 Commerce and Housing (Continued)
 Reduce New Lending or Increase Homeowners' Payments
 Under Rural Housing Loan Program (NDD-02) (Continued)

Increase Borrowers' Payments

Budget Authority	-15	-30	--	40	80	75
Outlays	35	75	120	160	200	590

End Direct and Indirect Postal Subsidies (NDD-13)

Savings from CBO Baseline

End Direct Subsidies

Budget Authority	160	660	690	720	750	2,980
Outlays	160	660	690	720	750	2,980

End Indirect Subsidies

Budget Authority	20	35	370	360	-680	105
Outlays	430	1,500	1,700	1,550	420	5,600

Total

Budget Authority	180	695	1,060	1,080	70	3,085
Outlays	590	2,160	2,390	2,270	1,170	8,580

Tax Credit Unions Like Other Thrift Institutions (REV-08)

Addition to CBO Baseline	200	400	400	500	500	2,000
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SUMMARY TABLE (Continued)

<u>Budget Function</u>							Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992		
370 Commerce and Housing (Continued)							
Tax Capital Gains at Death (REV - 11)							
Addition to CBO Baseline	b/	4,900	5,300	5,600	6,000		21,900
Tax 30 Percent of Capital Gains from Home Sales (REV - 12)							
Addition to CBO Baseline	400	2,000	2,200	2,300	2,500		9,400
Further Restrict Deductions for Business Entertainment and Meals (REV - 15)							
Addition to CBO Baseline							
Disallow Deductions for Half of Business Entertainment and Meal Expenses	1,300	2,400	2,800	3,200	3,600		13,400
Limit Mortgage Interest Deductions (REV - 16)							
Addition to CBO Baseline							
Limit Deductions to \$12,000 per Return (single) or \$20,000 (joint)	400	1,000	1,100	1,200	1,400		5,100
Limit the Value of Deductions to 15 Percent	1,400	9,500	10,600	11,700	12,700		46,000

b. Less than \$50 million.

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

370 Commerce and Housing (Continued)**Limit Mortgage Interest Deductions (REV - 16) (Continued)**

Addition to CBO Baseline

Eliminate Deductions for Second Homes	100	200	300	300	400	1,300
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400 Transportation**Transfer Control and Financing of Transportation Programs
to Users and Local Authorities (NDD - 16)**

Savings from CBO Baseline

Budget Authority	4,990	5,175	5,225	5,380	5,485	26,255
Outlays	3,675	4,580	4,995	5,160	5,255	23,665

450 Community and Regional Development**Eliminate or Restrict Eligibility for Community
Development Block Grants (NDD - 19)**

Savings from CBO Baseline

Terminate CDBG

Budget Authority	3,100	3,250	3,350	3,500	3,650	16,850
Outlays	60	1,250	2,900	3,300	3,400	10,900

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	
<u>450 Community and Regional Development</u> (Continued)						
Eliminate or Restrict Eligibility for Community Development Block Grants (NDD-19) (Continued)						
Restrict Eligibility and Reduce Funding						
Budget Authority	430	450	460	480	500	2,320
Outlays	10	170	400	450	470	1,500
End Funding of the Economic Development Administration and Urban Development Action Grants (NDD-20)						
Savings from CBO Baseline						
Terminate EDA						
Budget Authority	230	240	250	260	270	1,240
Outlays	25	100	170	220	240	760
Terminate UDAG						
Budget Authority	230	240	250	260	270	1,260
Outlays	10	60	120	180	250	620
Reduce Tax Credits for Rehabilitation of Older Buildings (REV-07)						
Addition to CBO Baseline						
Limit Rehabilita- tion Tax Credits to Historic Renovations						
	b/	100	200	300	300	900
Repeal the Credits	300	700	1,400	1,800	1,900	6,000

b. Less than \$50 million.

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

450 Community and Regional Development (Continued)Eliminate Funding for Untargeted Elementary
and Secondary Education Programs (NDD-17)

Savings from CBO Baseline

Eliminate Chapter 2
Block Grant

Budget Authority	560	590	620	660	690	3,110
Outlays	45	430	580	620	650	2,320

Eliminate Untargeted Portion
of Vocational Education

Budget Authority	430	450	480	500	530	2,390
Outlays	10	340	450	470	500	1,770

Eliminate Mathematics and
Science Education

Budget Authority	85	90	95	100	100	470
Outlays	5	55	85	90	95	340

500 Education, Training, Employment, and Social Services

Reduce Campus-Based Student Aid (NDD-18)

Savings from CBO Baseline

Budget Authority	250	270	280	300	310	1,400
Outlays	25	240	270	250	300	1,080

SUMMARY TABLE (Continued)

<u>Budget Function</u>						
Options	1988	1989	1990	1991	1992	Cumulative Five-Year Savings

500 Education, Training, Employment, and Social Services (Continued)Reduce and Retarget Aid for Dependent Care (ENT-21)

Savings from CBO Baseline

Gross Revenue

Gain	270	1,800	2,000	2,150	2,350	8,550
Outlays	135	900	1,000	1,075	1,175	4,275
Net Savings	135	900	1,000	1,075	1,175	4,275

550 HealthReduce Funding for Research Supported by the
National Institutes of Health (NDD-03)

Savings from CBO Baseline

Budget Authority	320	330	350	370	390	1,750
Outlays	140	310	340	360	370	1,520

Modify the Federal Employees Health Benefits Program (FWF-03)

Savings from CBO Baseline

Outlays	150	260	350	520	660	1,940
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Recover the Operating Costs of Selected Regulatory Agencies (NDD-12)

Addition to CBO Baseline

USDA	145	300	465	470	480	1,860
FDA	100	205	310	320	325	1,260
FCC	10	20	35	35	35	135
CFTC	10	20	30	30	35	125

SUMMARY TABLE (Continued)

<u>Budget Function</u>						
Options	1988	1989	1990	1991	1992	Cumulative Five-Year Savings

550 Health (Continued)

Limit Federal Payments for Long-Term Care (ENT-12)

Savings from CBO Baseline

Reduce Federal Medicaid
Matching Rate

Budget Authority	790	870	950	1,040	1,130	4,780
Outlays	790	870	950	1,040	1,130	4,780

Limit Federal Medicaid Increases
to the Medical CPI Rate

Budget Authority	860	930	1,020	1,100	1,190	5,100
Outlays	860	930	1,020	1,100	1,190	5,100

Establish a Comprehensive
Block Grant

Budget Authority	1,350	2,900	4,400	6,000	7,650	22,350
Outlays	1,350	2,900	4,400	6,000	7,650	22,350

Tax Employer-Paid Health Insurance (ENT-13)

Addition to CBO Baseline

Tax Some Employer-Paid Health Insurance

Income Tax	2,000	3,700	4,500	5,500	6,500	22,200
Payroll Tax	1,200	2,000	2,400	3,000	3,500	12,100

Tax Employer-Paid Health Insurance But Allow a Credit
for Some Employer and Employee Contributions

Income Tax	9,200	3,200	3,900	5,000	6,300	27,600
Payroll Tax	9,500	15,000	17,000	18,800	20,700	81,000

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

570 Medicare

Recalculate Medicare's Prospective Payment
Rates Using More Recent Cost Data (ENT-01)

Savings from CBO Baseline

Reduce the Payment Rates by 10.1 Percent

Outlays	4,400	4,850	5,400	5,950	6,600	27,200
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Reduce the Payment Rates by 7.1 Percent

Outlays	3,050	3,350	3,750	4,150	4,550	18,900
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Reduce Medicare's Payments for the Indirect
Costs of Medical Education (ENT-02)

Savings from CBO Baseline

Outlays	370	450	500	550	600	2,470
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Reduce Reimbursements for Capital
Expenditures Under Medicare (ENT-03)

Savings from CBO Baseline

Move Immediately to a Prospective Reimbursement System

Outlays	120	180	220	250	310	1,080
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Move Immediately to a Prospective Reimbursement
System and Redefine Capital Expenses

Outlays	290	330	340	390	450	1,800
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SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

570 Medicare (Continued)
 Reduce Reimbursements for Capital
 Expenditures Under Medicare (ENT-03) (Continued)

Savings from CBO Baseline

Move Slowly to a Prospective Reimbursement
System and Redefine Capital Expenses

Outlays	10	45	120	220	360	700
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Reduce Total Medicare Direct Medical Education Payments (ENT-04)

Savings from CBO Baseline

Outlays	150	160	170	170	180	830
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Adopt a Fee Schedule for Reimbursing Physicians Under Medicare (ENT-05)

Savings from CBO Baseline

Fee Schedule with Rates Updated
Annually by the MEI

Outlays	90	340	500	660	820	2,410
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Fee Schedule with Spending Cap
Set by the MEI

Outlays	560	2,140	3,680	5,410	7,380	19,170
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Fee Schedule with Spending Cap
Set by Growth in GNP

Outlays	200	770	1,250	1,880	2,670	6,770
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SUMMARY TABLE (Continued)

<u>Budget Function</u>							Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992		
570 Medicare (Continued)							
Include Hospital-Based Physicians' Services in Hospitals' Prospective Payments (ENT-06)							
Savings from CBO Baseline							
Outlays	70	170	240	310	400		1,190
Increase Medicare's Premium for Physicians' Services (ENT-07)							
Savings from CBO Baseline							
Outlays	1,180	2,210	3,080	4,060	5,180		15,710
Use the Tax System to Impose a Supplementary Income- Related Premium for Physicians' Services (ENT-08)							
Addition to CBO Baseline	600	2,000	2,200	2,400	2,600		9,800
Tax a Portion of Medicare Benefits (ENT-09)							
Addition to CBO Baseline							
With Income Threshold	700	2,500	3,000	3,600	4,200		14,000
Without Income Threshold	1,400	5,000	5,600	6,400	7,200		25,600
Increase Medicare's Deductible for Physician Services (ENT-10)							
Savings from CBO Baseline							
Outlays	1,000	1,670	1,930	2,120	2,320		9,040

SUMMARY TABLE (Continued)

<u>Budget Function</u>						Cumulative Five-Year Savings
Options	1988	1989	1990	1991	1992	

570 Medicare (Continued)

Cap Each Enrollee's Copayment Liability Under Medicare
and Impose a Tax on "Medigap" Policies (ENT-11)

Savings from CBO Baseline

Outlays	860	2,700	3,760	4,140	4,350	15,810
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600 Income Security

Shift Housing Assistance from New Construction to Vouchers (NDD-09)

Savings from CBO Baseline

Budget Authority	1,350	1,350	1,400	1,450	1,500	7,050
Lending Authority	410	430	450	470	490	2,240
Outlays	--	20	130	260	310	720

Cap Cost-of-Living Adjustments for
Federal Retirees Under Age 62 (FWF-02)

Savings from CBO Baseline

Military Retirement	80	200	330	480	640	1,730
Civilian Retirement	30	60	90	130	170	480